G. R. S. 58

Previous references.

File No. 2800/c

Serial Nos. 43, 44, 52, 53,

1906

(Gen: Fin.)

Later references.

B. June 11. 853-5. 9. 769-10

B Aug 12 Sch 1-3 9. 7491-11

S. Fe. 816-16 Sch 1. B. Sept. 16.

GENERAL AND REVENUE SECRETARIAT.

Serial Nos. 5

Part B. for January 07

SUBJECT.

The Mysore Four percent loan for Rev

From F. A. Resident. No 5118 9 8.9.06 (A. F 109

Requests to be informed in due course the re

of the orders issued in regard to the new

for the purpose of the third installation

Lawery Power Electric Scheme.

To the Comptroller. No F 3613 9 15.11.06.

Requests him to submit as early as possi

a report on the result of the orders issued

in regard to the 4½ loan of 1906

GPB—8,000—7-4-07

From the Comptroller. No 3326 9 11.12

. R. S. 11]

GENERAL AND REVENUE SECRETARIAT

P. 7.

NOTES.

File. No 280-c

FILE HEADING.

The Sanjore four per cent. loan of 1906

From

F. A. Resident

No. 5118 Dated 8.9.06 Received 8.9.06

Diary No. 1091	Enclos. --	Spare Copies. ..	Serial No. 43.

BRIEF ABSTRACT OF LETTER.

esto to be informed in due course the result of the lers issued in regard to the new loan for the purpose of e 3rd Installation of the Cauvery Power Electric scheme.

NOTES AND ORDERS.

It is suggested that the Comptroller will submit a report on the result of the orders issued on the subject of the new loan after the 30th instant. may that be awaite Yr- 17-9-06

K.S. 17-9-06

P.D-O.

MGCPB—30,000—17-2-05.

nd Revenue
etariat.

Gen: Br. File No. 280 of 1904-5.

Serial No.

The Comptroller has not, as yet, submitted the inspected report. May he be informed of the need there is for the early submission of that report? Submitted with a draft.

K.S.

19.10.06. The report was sent unofficially. ~~His~~ The official report might be awaited.

19/10.

Resubmitted for orders. Yes, sure.

K.S. 1.11.06

2/11/6.

Serial No.

Secretary,

I now submit for Your orders of Government the Statement showing the results of the tenders for the new loan.

You need not at present trouble about all the columns of the Statement. I shall deal with the whole matter in my official report. At present I want orders on certain proposals regarding the acceptance of tenders not strictly within the terms of our Notification.

In the Durbar speech it was stated that the total applications amounted to Rs 21.62.200 of which Rs 17.86.100 had already been accepted and that claims for the additional Rs 3.76.100 were under investigation. We have since registered applications for Rs 10.000 out of which Rs 9.500 may be accepted without question.

The figure reported as accepted included a sum of Rs ~~[illegible]~~ 15.300 applied for by the Krishna Rao Judge of the Chief Court. The appl

Serial No.

cation as regards the amount was admissible under the Notification Mr Krishna Rao lays down the condition that he must be given the Commission of ½ per cent mentioned in the Notification. This Commission was payable only to those who applied by the end of August last. Mr Krishna Rao sent in his application on the 3rd September. He is not entitled to the Commission under the terms of the Notification and I do not see how we can give him the Commission without giving it to others who have not also applied for in proper time.

Mr Krishna Rao Chokka Rama Raju he sent in his application but told him that he might send application but I could not hold out any hope of its being accepted as the matter rested with Government. I now recommend that the application may be rejected. It will make a bad precedent and in the case of a bearer note no plea

intention of the orders can be pu
forward.

I now come to the other clau
In our Notification, We deliberat
fixed the date of 30th June 1906 a
the date - the balance on which
should be considered in fixing the
maximum of the Tender. This co
done because without any such
condition large amounts of Specul
tive deposits might be made a
~~Thereafter~~ or after the date of t
Notification. In actual fact, how
there were some bona fide de-
posits after 30th June - which
taken into account, would admi
of the acceptance of some of the
amounts ~~now~~ reported as unc
investigation. I therefore recommu
that in cases in which the a
amounts at credit of the deposit
~~at~~ on the dates of applications
would admit of the acceptance some of
~~Some of the Tenders~~ such
~~applications~~ without reducing the a
balance below Rs 5.000 on 1st
October - We ~~should~~ accept the ap
plications

Serial No.

The above recommendation is strictly in accordance with the object of the Conversion. One of main object was to prevent the withdrawal of cash from the Treasuries under the limitation of total deposits up to Rs 5.000. If ~~they~~ We did not accept these applications as far as possible, We should be obliged to pay cash which is not desirable or convenient. To take for example, an actual case. You will see from the entries against applicant no 21 that he had a balance of Rs 9.675 on 30 June which was raised by Rs 2000 after that date. Under the terms of the Notification the amount which he can claim is Rs 4.700 but he applies for Rs 10.000. Now if We give him only Rs 4.700, the balance at his credit on 1st October would be ~~only~~ Rs about Rs 7.000. Of this he would be obliged to withdraw Rs 2.000 to save loss of interest and to prevent this withdrawal I would give him Rs 6.700 against

Serial No.

Rs 10.000 applied for and against Rs 4.700 strictly admissible under the terms of the Notification.

Scanning all the pending claims on the above principle, ~~the~~ Rs 73.900 out of them can be accepted.

I now come to the question of combining accounts standing in different names but really ~~belonging to the same family~~ under the control of the same family or department. In Mungrai deptt letter no 1500 of 31st August 1906, I was asked to treat all the Mungrai deposit accounts as one and not to ~~apply~~ apply the Rs 5.000 limit-block indicated account. The file came home was from the General department and I believe the Durbar expressed the desire that the request may might be complied with. I took permission to report on the case later and I now take up the matter. As the total acceptable applications do not now come

Serial No.

up to ~~Rs. 10,000~~ twenty lakhs, there is no objection to accepting the proposal but ~~as~~ I wish at the same time to the ~~same~~ analogy of this case make an concession to private depositors It will be seen from the Colum of remarks in the Statement submitted that in some ca the husbands ~~and~~ of lady de- positors or guardians of minors ~~but~~ have asked that all the accounts in his or ~~their~~ ~~their~~ h name maybe combined into on This, I think, ~~they~~ is a fair request I have consulted the Governme advocate and there is no legal difficulty in the matter. I there recommend that where guardi of minors or husbands of lady depositors have asked for the co limation of the accounts, We may accept the ~~proposal, in~~ appli cation for larger issue of Prs. Nd Subject to the limit of a residu al balance of ~~Rs~~ 5.000 or more on the combined account.

Serial No.

Under the above proposals, the final result will be as follows:

	Rs.
Amount as mooted as accepted in the Durbar Speech ...	17.86.100
Further applications since received & admitted	9.500
Amount admitted for the Mysore Secretary & Combining all his accounts	62.000
	18.57.600
Deduct Application of the Krishna Rao disallowed	15.300
	18.42.300
Add amount admitted with reference to balances on date of application ...	73.900
Amount admitted & combining accounts of minors & guardians husbands & wives.	83.800
Grand Total Accepted ..	20.00.000

GPB—50,000—23-10-05

Seria No.

The result appears satisfactory. The final working of the figures is shown in a subsidiary statement placed below.

Kindly send any orders on this.

[illegible]
9-10-06

Subt to Secy

References and a draft are put up. This is only an ad interim report and the actual clearing orders on the proposals made need be communicated officially.

Dft. ltr.

The Resident has since asked for a report regarding the result of the orders issued calling for this loan for financing the third installation. This report to the Residency may be made after the formal official report about the loan is received from the Comptr. -

[illegible] 11-10-6

I think so also. The Comptroller's proposal unobjectionable & may be ap

Serial No.

moved (unofficially). He will be asked to submit a full ~~formal~~ report with regard to the conversion and its results, after which formal orders may be issued

2407
11/10/06

Recm

11/10/06

Approved

11/10/06

No. H.62 dy 12-10-06 To the Comptroller
Enc 2 statements
above -

In noting the
Mc cleared receipt
11-10-06

COMPTROLLER'S OFFICE
13 OCT 1906
MYSORE

Note No 1370/12-12-06

Note 11/10/06

The Report having been submitted to Govt this may now be sent to the Secretariat for record.

11/12/06

13/12/06

This Sh.d be placed in the loan file.

11-12-06

As soon as the draft reviews on the report is received with orders, prepare a draft

G.R.S. 12]
General and Revenue Secretariat.

File No. 220 of 1904-5

Serial No.

Have you received the Comptroller's report about the result of the 4% per cent Loan?
How does the matter stand?

No official report has been received. The Comptroller will be asked to submit one

mule 12-11-06

Yes please

mule 12-11-06

draft sub?
K.S. 12.11.06.

Issue mule 13-11-06

To the Comptroller
No: H 36130 15.11.06
Requests him to submit as early as possible a report on the result of the orders issued in regard to the 4% Loan of 1906.
From the Comptr
No 3320/BO 514 of 11-12-06.
Submits a report on the result of the tenders for the loan

GPB—50,000—23 10-05

Gen Sec File No. 280 of 1904

Serial No.

A draft reviewt is Subd.

The following two suggestions have been made by the Compiler:-

1) The interest and Commission on the Whole of the present loan may be charged in the Accl of the CP Scheme. The necessary annual investment may be made out of the Convery Power revenue to discharge the debt after 75 years from the date of issue of the loan viz. on 1.10.1921

2. The alteration of the Savings Bank Rules so as to give an option to the Depositors to tender up to half their present annual deposits for the purchase of pro rata of the Four per cent Mysore State Loan of 1906-7", with the object of converting the local Capital into funded debt thro' the Savings Banks and making it available for the Construction of productive works in the Country

Submitted to His Highness

I submit for approval, a draft order proposed to be issued on the Comptroller's report on the result of the tenders for the new four per cent loan of 1906.

25/12/1906

Record of Cases submitted for the Orders of His Highness the Maharaja.

Subject.

Report of the Comptroller on the result of the tenders for the new four per cent loan of 1906.

Order.

Approved
~~KRW~~
29/12/06

Dewan's order
Please issue
Ho
HB
29/12

Issue this, as also the do
Hon ~~F.S.~~ Resident
4.1.

S. 12]

neral and Revenue Secretariat.

Gen Fin File No. 280 of 1904

Serial No. 52

To the Comptroller & Chief Engineer
No: H 5142-3 dt 5th January 1907
observes that the S. B. depositors were
permitted to tender for the loan to the e
of the excess of their balance over Rs 500
on the 30th June 1906, that while the aggr
amount of such excess was Rs 28,06,5 11
the total amount tendered was Rs 28,58,8
including irregular tenders, that almost
entire balance available for conversion w
thus offered by the depositors & the whole loa
of Rs 20 lakhs was therefore fully taken up.
that this result is very satisfactory; app
of the suggestion that the interest and Com
mission on the whole of the present loan, whic
was raised in connection with the 3rd Installation
of the Cauvery Power Scheme may be charged in the
accounts of that Scheme, as also that the necessa
Annual instalment may be made out of the
Cauvery revenue to discharge the debt of 20 lak
after 15 years on the 1st October 1921 & state
that the suggestion made in para 17 in regard
the raising of funds through purely local sourc
by Converting S. B. Deposits into Promissory Notes
reserved for Separate Consideration.

To the First Asst to the Hon'ble the Resident in My
No: Pol 548 dt 5.1.07
Forwards a Copy of the above for information of
Hon'ble the Resident

MGCPB—50,000—24-7-05

8	16145	16145	11200	11200
9	16991	16991	12000	12000
10	13993	13993	9000	9000
11	6348	6348	1400	1400
12	19066	17980	12000	4100
(2)	4645	4645	4000	2400
(3)	6538	6538	6000	1600
(4)	14676	14676	14000	12400
(5)	12439	12439	12000	4500
(6)	41052	41052	40000	36100
(7)	44693	44693	45000	42400
(8)	10686	10686	10000	5400
(9)	9308	9338	8000	2400
(10)	5960	5960	5000	1000
(11)	6019	6019	6000	600
(12)	9264	9264	9000	4300
(13)	8486	8486	6000	3500
(14)	10208	10208	10000	5300
(15)	24244	24244	24000	22300
30(1)	14068	14068	9100	9100
(2)	6284	6284	1300	1300
(3)	22690	10690	14400	10600
(4)	8828	8828	3900	3900

149	5893	5893	5000	900
150	9956	9956	5000	5001
151	10561	10561	5600	5600
152	14559	14559	4000	4000
153	15654	15654	10400	10400
154	9221	10221	10000	4300
155	22862	22862	5000	5000
156	14262	11262	5000	5000
157	8943	8943	4000	4000
158	8594	8594	25000	19000
159	20345	17345		
160	9849	9299	4000	4000
161	13193	~~13000~~ 13193	~~8200~~ 13100	8200
162	50232	50282	40000	40000
163	9026	9026	4000	4000
164	16862	16862	11000	11000
165	12 .5	12225	5900	5900

131	4419	4419	2800	2800
132	4221	4221	3000	2300
133	21226	21226	21200	14300
134	6842	6842	1600	1600
135	24264	25364	10000	10000
136	11188	13188	10000	6200
137	20819	24311	21000	21000
138	8933	8933	8000	4000
139	4412	4412	4500	2800
140	6189	6189	1200	1200
141	12164	12164	4200	4200
142	12213	12213	4300	4300
143	4449	4449	2500	2500
144	6293	6293	1000	1000
145	6411	6416	1500	1500
146	9184	9139	4200	4200
147	44204	44204	42000	42000
148	10124	11137	5000	5000

(5)	14024	~~10824~~	12100	12100
(6)	65243	53243	60000	600
(7)	63422	63422	58800	58800
114	68475	68475	1900	1900
115	5311	5156	2000	500
116	16462	16462	16400	11800
117	10524	10524	5600	5600
118	9434	9434	4800	4800
119	10326	10324	10400	5200
120	34523	34523	32600	32600
121	58847	48847	4500	900
122	18428	18428	13800	13800
123	14202	14202	9300	9300
124	6355	6355	1400	1400
125	13415	15415	15000	8500
126	7090	7090	7000	2100
127	20231	21231	16000	-
128	23565	20565	20000	18600
129	9968	9968	5000	5000
130	18166	18476	18000	13200

23	10362	10362	10300	5400		
24	17298	16298	12300	12300		
25	5222	5762	600	500		
26	25181	25181	25000	22600	1400	Husband & wife
27	7376	7376				
28	7461	7461	7400	2500		
29	23558	23558	18600	18600		
30	12145	12145	7200	7200		
31	7672	7672	2700	2700		
32	9354	9354	4400	4400		
33	8665	8665	8600	3700	19900	Father & Minor Children
34	7268	7268	7200	2300		
35	8893	8893	8800	3900		
36	6573	6573	6500	1600		
37	10561	10561	10500	5600		
38	14150	14150	14100	9200		
39	7477	7477	7400	2500	9900	Do — Do —
40	6816	6816	6800	1900		
41	5415	5415	5500	5500		
42	13524	13524	13500	8600	9900	Do — Do -
43	11467	11467	11500	6500		

88	9556	7156	2200	1600	600
89	20426	21126	21100	15500	500
90	7979	7979	3000	3000	
91	6320	6320	1400	1400	
92	5518	5518	600	600	
93	15260	15260	12500	10500	
94	5569	6569	5000	600	1000
95	86764	62401	62000	3400	53800
96	61882	61882	30000	30000	
97	38103	38103	30000	30000	
98	20612	21612	15400	15400	
99	18046	18046	10000	10000	
100	9013	9013	4100	4100	
101	23213	23213	18300	18300	
102	6525	6525	1600	1600	
103	5646	5646	700	700	
104	11623	12123	6800	6400	
105	16078	16078	11100	11100	
106	15130	15130	10200	10200	
104	15116	15116	10200	10200	

Abstract Statt.

Serial No as per Register of Applications	Total Amount of Deposit at call on 30th June 1906	Total Amount of deposit at Credit on date of Applcn	Total Amount Claimed	Already reported As Accepted	Amount accepted on Subsequent Applcn	Amount claimed by Mr. P. L. Varshney	Further Amount admissible with refce to balance on date of Applcn	Further Amount admissible by Combined Accts of Minors & Co
1	7394	7394	1800	1800				
2	6640	6640	6600	1400			2900	Being the Accts of father and Minor Son.
3	13018	13,018	13000	8100				
4	13892	13892	8900	8900				
5	16219	16219	11300	11300				
6	7214	6814	2300	2300				
7	12986	13386	8000	8000				
8	9346	9346	4400	4400				
9	8635	9335	3700	3700				
10	33611	33611	28700	28700				
11	35913	35913	30000	30000				
12	27870	27870	21000	21000				
13	52253	52253	40000	40000				
14	21203	21203	21200	16300				
15	6639	6639	1700	1700			1480	Father & Minor Children.
16	9313	9313	9300	4400				
17	8180	8180	8100	3200				
18	53298	52298	45000	45000				
19	12022	12022	7100	7100				
20	10329	10329	10300	5400				
21	9675	11675	10000	4700				
22	6817	6817	1900	1900				

No. 5118

FROM

P.L.Moore Esquire I.C.S.,

Offg. FIRST ASSISTANT TO THE RESIDENT IN MYSORE.

To

The Dewan of Mysore.

Dated Bangalore, 8th September 1906.

SIR,

I am directed to acknowledge, with thanks, the receipt of Mr. Chandrasekhara Aiyar's letter Pol. No. 142 dated 17th August 1906, regarding the measures adopted for providing a third installation in connection with the Cauvery Electric Transmission Scheme.

2. With reference to para 2 thereof, the Resident will be glad to know, in due course, the result of the orders issued by the Durbar in regard to the proposed loan for financing the Scheme

I have the honor to be,

Sir,

Your most obedient servant,

Offg. First Assistant Resident.

290
File No. 04
Serial No. 49

Diary No. of letter replied to _____

No H3613
& 15 Nov 06

General and Revenue Secretariat
(Gen-Fin
, *the* 15 Nov 1906

To the Comptroller.

Date of issue do

Signed by W. McKenzie

Sir,

I am directed to request you to be so good as to submit as early as possible a ~~comprehensive~~ report on the result of the orders issued in regard to the Empire Sale 4% Loan of 1906.

I have &c

13/11

In Secy

K.S
12/11/06

course seems to have had the desired result and the total tenders exceeded the twenty lakhs for which Government decided to issue Promissory Notes.

It may not be out of place to mention two circumstances which probably affected adversely the tenders to the loan. Some of the large Savings Bank Depositors in Bangalore City were advised not to tender for the loan on the ground that the amounts were not available in cash till after 15 years. On this being brought to my notice, I took steps to explain that the Promissory Notes were Negotiable Instruments and that they might be sold at any time in the open Market, and that if application is made to the Comptroller at any time for either sale or purchase of the Mysore Government Promissory Notes- he would endeavour to negotiate the sale or purchase on the most favourable terms. I took the liberty to give this advice because it is the interest of Government that its paper should not be depreciated for want of a Market and in the special conditions of Mysore it is of the utmost importance that every facility should be given by Government to the free sale and purchase of the new Securities.

The other circumstance which probably affected the tenders was the attempt being made on behalf of the promoters of the Bangalore Chickballapur Light Railway to obtain subscriptions to the share Capital of the Company. A pensioner of the Government of Mysore, formerly employed in this Department, was engaged for this work and I ascertained from him that he was going round the Districts to secure subscribers. I do not know to what extent he has succeeded in his Mission.

The following statement gives the classification of Savings Bank Depositors having balances in excess of Rupees 5,000/- on 30th June 1906.

	Government Servants and Pensioners		Professional men		Land owners including Agriculturists		Merchants and traders		Ladies and minors		Religious and Charitable institutions		Others						Total	
													Banks and Companies		Trust Funds		Others			
	No	Amt	No	Amt	No	Amt	No	Amt	No	Amt	No	Amt	No	Amt	No	Amt	No	Amt	No	Amt
Bangalore	26	260647	8	54443	6	53401	50	550774	36	353688	6	130757	3	36534	1	23565	2	13875	138	1477684.
Kolar	4	29880	.	.	4	25446	17	152583	1	5737	.	.	1	6213	.	.	.	.	27	219859.
Tumkur	6	39753	3	28139	1	5078	4	65211	2	10298	4	32005	.	.	.	.	.	.	20	180484.
Shimoga	4	46288	4	64506	5	48097	16	227461	24	261797	5	62229	.	.	.	.	2	10992	60	721370.
Kadur	3	18923	1	5812	5	52116	8	144589	7	71508	.	.	.	.	.	.	.	.	24	292948.
Chitaldroog	1	5875	.	.	3	26259	10	117216	7	53644	1	5486	.	.	.	.	.	.	22	208480.
Mysore	7	106129	7	105687	14	253713	20	370616	23	300889	4	38798	.	.	2	58301	2	10971	79	1245104.
Hassan	6	36480	1	5197	15	206011	12	131214	13	166680	.	.	.	.	.	.	.	.	47	545582.
Total	57	543975	24	263784	53	670121	137	1759664	113	1224241	20	269275	4	42747	3	81866	6	35838	417	4891511.

The tenders by depositors having balances in excess of Rs.5,000/- on 30th June '06 are classified as follows :-

	Government Servants and Pensioners.		Professional men		Landowners including Agricultural - ists		Merchants and traders		Ladies and minors		Religious and Charitable institutions		Others						Total	
													Banks and Companies		Trust Funds		Others			
	No	Amt	No	Amt	No	Amt	No	Amt	No	Amt	No	Amt	No	Amt	No	Amt	No	Amt	No	Amt
Bangalore	12	174885	5	38123	3	30080	7	84832	21	221172	5	125397			1	23565			54	698054
Kolar	2	14276			1	6003	4	40900											7	61179
Tumkur	2	16080					3	56272			4	32005							9	104357
Shimoga	1	9360	3	57852	1	9675	4	130794	15	159293	4	55206							28	422180
Kadur	1	7980			2	30985	3	41596	5	58664									11	139225
Chitaldroog							3	49448	3	31080									6	80528
Mysore	4	86882	5	58539	12	241904	7	250073	12	221824	2	19713	1	11097	1	47204			44	937236
Hassan	2	14565	1	5197	9	169155	8	98439	9	128756									29	416112
Total	24	324028	14	159711	28	487802	39	752354	65	820789	15	232321	1	11097	2	70769			188	2858871

The classification of the depositors whose tenders have been accepted is as follows :-

	Government Servants and Pensioners		Professional men		Landowners and Agricultural-ists		Merchants and traders		Ladies and minors		Religious and Charitable institutions		Others						Total	
													Companies & Banks		Trust Funds		Others			
	No.	Amount	No.	Amt	No.	Amt	No.	Amt	No.	Amt	No.	Amt	No.	Amt	No.	Amt	No.	Amt	No.	Amt
Bangalore	11	97100	5	12300	3	16300	7	50300	21	149895	5	120000			1	18600			53	464495
Kolar	2	4100			1	1000	4	18600											7	23700
Tumkur	2	6200					3	42000			4	29000							9	77200
Shimoga	1	4400	3	55500	1	6700	4	80900	15	103900	4	52000							28	303400
Kadur	1	3000			2	21000	3	18200	5	33900									11	76100
Chitaldroog							3	18000	3	16200									6	34200
Mysore	4	67100	5	21800	12	163100	7	247700	12	170200	2	19000	1	6100	1	42000			44	737000
Hassan	2	4605	1	600	9	122500	8	57700	9	98500									29	283905
Total	23	186505	14	90200	28	330600	39	533400	65	572595	15 *	220000	1	6100	2	60600			187	2000000

* All these accounts were on behalf a Government department, they were therefore treated as one account for the purpose of Conversion.

The result may be summarised as follows :-

The total deposits in the Savings Banks on 30th June 1906 ~~on~~ on 417 accounts, each exceeding Rs.5,000/-, amounted to Rs.48,91,511.

If a balance of just Rs.5,000 were left for each of the 417 accounts, the total would be Rs.20,85,000

Accordingly over 28 lakhs were available for conversion into the four percent loan.

The actual amount tendered for conversion was a little over 28½ lakhs including irregular tenders from persons not having a balance in excess of Rs.5,000 and also from persons who having such balances on 30th June had made fresh deposits after that date.

We have accepted 20 lakhs of which Rs.73,900 were paid in after 30th June, and Rs.19,26,100 were ~~the~~ on balance on 30th June.

As regards the acceptance of Rs.73,900 deposited after 30th June I would explain that in the Notification of August 15, Government fixed the date of 30th June 1906 as the date the balance on which should be taken into account in determining the maximum of acceptable tenders. This was done because without any such condition large amounts of speculative deposits might be made on or after the date of the Notification. In actual fact, however, there were some bona fide deposits after the 30th June, the exclusion of which would have entailed withdrawals of cash from the Savings Banks. As one main object of the Notification was to prevent withdrawal of cash from the treasury under the limitation of total deposits to Rs.5,000, additional deposits after 30th June were allowed to be converted into Promissory Notes where this could be done without reducing the balance on 1st October of the account concerned below Rs.5,000. The total amount so converted amounted, as already stated, to Rs.73,900.

On the basis of the figures given in paragraph 9 it is estimated

	Europeans.						Eurasians						Natives					
	At credit of their accounts on 30-6-06		Amount at Credit of those who tendered		Amount accepted		At credit of their account on 30-6-06		Amount at Credit of those who tendered		Amount accepted		Amount at Credit of their accounts on 30/06		Amount at Credit of those who tendered		Amount accepted	
	No	Amt	No	Amt	No	Amt	No	Amt	No	Amt	No	Amt	No	Amt	No	Amt	No	Amt
angalore	10	82927	4	41617	4	15500	1	5428					127	1389260	50	656437	49	448995
olar													27	219845	7	61179	7	23700
umkur													20	180476	9	104357	9	77200
himoga													60	721341	28	422180	28	303400
adur													24	292936	11	139225	11	76100
hitaldrog													22	208470	6	80528	6	34200
ysore													79	1245063	44	937236	44	737000
Hassan													47	545560	29	416112	29	283905
Total	10	82927	4	41617	4	15500	1	5428					406	4802951	184	2817254	183	1984500

Under clause 9 of the Notification, depositors successfully tendering for the loan before the end of August 1906 were entitled to a Commission of one-half percent on the amount of accepted tenders. The total amount for which tenders were received up to end of August was Rs.16,93,800 and out of this total Rs.15,89,800 have been accepted-the Commission payable is therefore Rs.7,949.

The present loan of 20 lakhs was required mainly in connection with the Third Cauvery Installation Scheme. But this Scheme will cost less than 18 lakhs. As, however, the previous Installations cost over 60 lakhs not obtained by any specific loan, I beg to suggest that the interest and Commission on the whole of the present loan may be charged in the accounts of the Cauvery Power Schemes. I also suggest that the necessary annual investment may be made out of the Cauvery Revenue to discharge the debt of twenty lakhs after 15 years on 1st October 1921.

In paragraphs 93 to 101 of my Review of the progress of Revenue and Expenditure of Mysore from 1894-95 to 1903-4 I briefly discussed the question of provision of funds for Railway construction in Mysore and came to the conclusion that unless the Government of India are disposed to help the Native State with advances of funds for such construction, nearly the whole burden of the Outlay will fall on current Revenues or accumulated balances.

The success of the operation now under report opens out a new source of supply and this is the raising of funds through purely local sources by converting Savings Bank deposits into Pro: Notes. If therefore it is considered desirable that the local capital should be gradually converted into funded debt through the Savings Banks and made available for construction of productive works in the Country the simplest course will be to alter the Savings Bank Rules so as to give an option to the Depositors to tender up to

half their prescribed annual deposits for the purchase of Pro: Notes of "the Four percent Mysore State Loan 906-07 The total purchase for each depositor may also be limited to half the maximum of Rs.5,000 which can be held in balanc on an individual account. If the above is agreed to, it will be necessary to fix the total fresh issue of "the Four percent Mysore State Loan of 1906-07" that can be made and also the limit of such issue during any year to the Savings Banks Depositors.

I must, however, warn Government that it is not safe to assume that any large amount of capital can be or should be attracted in the manner proposed. As I have already explained in my Review of the Finances dated the 18th August 1905, it is an important condition of the success of loan operations that the securities issued should be freely marketable and in the absence of the necessary facilities in Mysore, the State runs a serious risk in raising a funded debt beyond a very moderate amount.

Nor do I think that under present conditions the State can expect any substantial help in the way of loans from the Government of India. Not only are all the funds available in the Indian Market not sufficient to meet the full requirements for Capital expenditure in British India, but the authority granted to Presidency Corporations and Trusts to raise money in the open Market practically on the credit of the Government of India, is being so largely utilised in recent years that there are not signs wanting of shrinkage in the field of operations for the Government of India.

I am therefore still of opinion that the State of Mysore must largely depend on its Revenue Surpluses for the capital expenditure on productive works, and that every effort should be made to set aside the immediate profits from the Mining Industry and the works connected therewith to improve the general position. The usual arguments in favour

of construction of Productive works by means of funds raised outside the Revenue account have rather a very limited application in the case of a Native State in India.

I have the honor to be,

Sir,

Your most obedient servant,

Comptroller.

The Four per cent Mysore State Loan of 1906-1907.

Statement Showing the names of the Successful tenderers and the amount accepted from each.

no	name of tenderer	Amount accepted
1	Mr: B. A. Mahadeva Sastry on behalf of B. Eswara Exec: Engr	1,80
2	K. P. Puttanna Chetty Esqr: Councillor	1,70
3	—do— on behalf of Yellappa Chetty	13,00
4	Mr: M. Narain Rao Deputy Commissioner	890
5	" M. Rama Rao Advocate	11,30
6	" R. Venkataramiia Pensioner	2,30
7	" J. Cameron Supdt Govt gardens	800
8	" M. S. Narain Rao Retired Dy Commr	2,40
9	" D. Shama Rao Depy Supdt Impr Ker Survey	3,40
10	M. R. Ry Siddegowda Merchant	28,40
11	Mr: T. V. Subbaraj Urs	30,00
12	Subbammanni	21,00
13	Mr: Puttabasava Raj Urs	40,00
14	" B. Garuda Char B.A; B.L. Advocate	21,20
15	" —do— on behalf of Kamalamma	1,80
16	" —do— do Shamanna	9,30
17	" do do Ramakrishnaiengar	8,10
18	Rai Bahadur A. Srinivasa Charlu Pensioner	45,00
19	Mr: D. Appu Rao Pensioner	7,10
20	M. R. Ry B. Nagappa on behalf of B. Rama Rao	5,40
21	" B. Vamana Rao (Sowcar)	6,70
22	" Mondre Ananda Rao on behalf of Mondre Narain Rao	1,90
23	" B. Nagappa on behalf of B. Narayana Rao (Sowcar)	5,40
24	" Basave Gowda Coffee Planter.	12,30
25	Mr: M. S. Hiriyamma Pleader	60
26	" Thammia Coffee Planter.	20,30
27	" —do— on behalf of Venkatalakshamma	4,70
	carried over	3,24,60

	Name of tenderer	Amount Rs.
	Brought forward	35,41,...
28	Mr: B. G. Subba Rao Dy Comdar	2,500
29	M. R. Ry Mahamad Habibulla Sahib Coffeeplanter	16,600
30	" do on behalf of Mahamad Silar	4200
31	" do do Abdul Razac	2700
32	" do do Gulam Mahamad Alias Babajan	4,400
33	Mr: B. J. Dalal Chief Engineer Baroda.	3705
34	" do on behalf of Kesavalal	4,268
35	" do do Bhola Lal	8893
36	" do do Narain Lal	6573
37	" do do Bhiman Lal	10561
38	" B. Narasimhiengar Pleader	9300
39	" do on behalf of Sitaramiengar	7400
40	" do do B. Shamanna alias B. Anantaramiengar	6800
41	" M. B. Ramjiengar Advocate.	600
42	" do on behalf of M. R. Krishnaswamy	13,500
43	" do do M. R. Narasimhiengar	11,400
44	" K. Ramanujiengar pensioner	1300
45	" B. Krishna Rao Advocate	6500
46	Sivadevamma on behalf of Mahavirawardha Mania	1,05,700
47	do do	61,900
48	Padmavatamma	15000
49	do on behalf of Jwalanamma	11,700
50	Mr: B. Rama Rao. Apl Commr.	1600
51	" L. Sreenivasiengar Advocate	3,200
52	M. R. Ry Kasba Ommappa merchant	10,500
53	" B. Venkata Rao	5,700
54	" B. Narasimhia on behalf of B. Krishna Rao	5,700
55	The Sub Judge Bangalore on behalf of Lakshmia	4,200
56	Mr: B. Sadasiva Rao on behalf of Chandrasekharia Excise Inspector	1,400
57	M. R. Ry Kasba Narasamappa Contractor	10,400
58	Annamiamma widow.	1400
	Carried over	6,95,800

No	Name of Tenderer	Amount accepted
59	Brought Forward	695,800
59	Chokkanna	1,300
60	M.R.Ry Belagavappa on behalf of Belagavi Basappa	3800
61	" Siddegowda Shopkeeper do Sambulingegowda	5,700
62	" Koneri Rama Setty Sowcar	4,700
63	" do on behalf of Narayana Setty	5,200
64	" Kanisettyappa Sowcar	2,500
65	" Malur Mallesia moneylender	8,100
66	" Madhurenally Sambhulinga Setty merchant	13,700
67	" Madhurenally Giriyappa Setty do	26100
68	Mr S. Sitaramia Advocate	25,000
69	" C. Virupakshappa Merchant	8,000
70	" B. Subba Rao Mee Engineer	2,000
71	" do on behalf of Goveramma	1,400
72	" M. A. Krishna Iyengar Advocate	3,700
73	The Agent, Mysore National Bank, Mysore	6,100
74	M.R.Ry Alur Basettappa on behalf of Mee-Kantappa Setty	28,600
75	" Alur Basettappa	1,800
76	" Alur Mallasettyappa merchant	25,900
77	" Chickanna } Rice Merchants	60,000
78	" Doddia }	
80	Indirabai	600
79	Mr: T. V. Arumugum Modliar Civil Surgeon	7200
81	" do on behalf of Malayammal	5,400
82	" do do Chinnapayammah	5,300
83	" do do Periapayammah	5,300
84	M.R.Ry Ramakrishnappa Landlord	3,000
85	" G. Dharaniah	6,900
86	" Chandriah	5,500
87	" Javaly Anantappa Sowcar.	4,100
88	" Gubby Hucheia	2,200
	Carried over	9,80,900

No	Names of Tenderer	Amount accepted
	Brought Forward	9,80,900
89	Alamelamma	16,000
90	Mr: Nagalapur Sankarappa pensioner	5,000
91	Bramhalavatamma on behalf of Bhuja-baliah and Chandrika	1,400
92	Mr: C. Seshadriengar pensioner	600
93	" M. Ananthia Setty on behalf of Aswatha Narayana Setty (Advocate)	10,500
94	M.R.Ry Lavai Chick Rangia Merchant	1,600
95	" Bajjamma Sowcar.	57,500
96	" Kesaravally Nagappia Sowcar.	30,000
97	" Kesaravally Seshappia do	30,000
98	" Yagia Krishnappa do	15,700
99	Achamma	10,000
100	Mr: N. S. Krishnappa Landlord	4,100
101	" M. Narasimhaswamy Merchant	18,300
102	M.R.Ry K. Chennappa do	1,600
103	Ranjamma do	400
104	M.R.Ry Kadabam Sreenivasa Murthy Land holder	6,800
105	" Belhagere Subramanya Batta Sowcar.	11,100
106	" do on behalf of Kothanda Batta	10,200
107	" do do Subba Batta	10,200
108	" do do Krishna Batta	11,200
109	" Tangli Narasimhiengar Sowcar	12,000
110	" Tangli Seshiengar do	9,000
111	" do on behalf of Thimmamma	1,400
112	Muzrai Department Deposit	11,900
113	do do	7,100
114	do do	6,000
115	do do	17,000
116	do do	12,000
117	do do	40,000
	Carried over	13,47,800

ame of Tenderer	amount accepted
Brought Forward	19,18,300
Ramanna	1,000
M. L. Seetakantesagowda. on behalf of Visweswara Gowda	820
M. S. Devaji Rao Landholder	20,000
B. Krishna Iyengar Solicitor.	1,000
Narasimha Batta on behalf of minor Narayappa	11,000
S. Ramarangia Merchant	500
M. Venkataramia Pleader.	1000
Sy Gooly Veerappa Merchant	1000
Govadagere Chennasetty	1,500
Total	20,000

File No. 280/04

Serial No. ~~57~~

*Diary No. of letter replid to*_____

Proceedings of the Government of His Highness the Maharaja of Mysore.

GENERAL AND REVENUE SECRETARIAT.

(Gen Fin)

, *the* 5th January 190

Date of issue — ~~—~~ 05

Signed by Mr Srinivasan

READ.— Notification No: H 1511-G.F 280-04-39 dated the 15th August 0[illegible] announcing the issue of a four per cent loan of twenty lakhs of

~~ORDER THEREON.—NO.~~

rupees and offering it in the first instance to the Mysore Govt. Saving Bank Depositors, having balances in excess of Rupees 5000.

(2) Letter No: 3320 Rel D 51 [illegible]

the 11th December 1906
from the Comptroller
Submitting a report on
the result of the tenders
for the loan.

Order thereon: No H 5742-3 / Fin. 280-04-54 } 5th January/3

The Savings Bank
Depositors were permitted
to tender for the loan
to the extent of the
excess of their balance
over Rs 5000/, on the
30th June 1906. While
the aggregate amount
of such excess was
Rs 28,06,511/- the total
amount tendered was
Rs 28,58,871/- including
irregular tenders. Almost
the entire balance
available for Conversion
was thus offered by
the Depositors and

G.R.S. 27]

GENERAL AND REVENUE SECRETARIAT.

(*Continuation Sheet draft form.*)

the whole loan of Rs 20 lakhs was therefore fully taken up. This result is very satisfactory.

2 Govt approve of the suggestion that the interest and Commission on the whole of the present loan, which was ~~raised~~ raised in Connection with the 3rd Installation of the Cauvery Power Scheme may be charged in the accounts of that Scheme, as also that the necessary Annual instalment may be made out of the Cauvery Revenue to discharge the debt of 20 lakhs after fifteen years, on 1st October 1921.

3 The suggestion made in para 17 in regard to the raising of funds through purely local sources

By Converting Savi
Bank Deposits into
Promissory notes is
reserved for separa
Consideration.

W W
Mul: Secret

To The Comptroller to
the Govt of H. H
the Maharaja
Chief Engineer

(53)

Gen Fil 280-0.

Pl 6 Stockholm 5-1-07

To

The President

Sir

According to your
kind letter No 5110
of the 8 Sept 1906, I am
directed to forward herewith
for the signature of the Board
the accompanying copy of the
order issued by the Board
covering the results of
the ~~issue of~~ Loan for
~~one~~ percent-loan
for financing the Swedish
Electric Railroads.

Respectfully

4-1-07

Secretary

57 Jan Jun 1904 D 3779

No. 246.

FROM F. P. Rennie Esquire, I. C. S.,

FIRST ASSISTANT TO THE RESIDENT IN MYSORE

To

The Dewan of Mysore.

Dated Bangalore, 6th March 1907.

SIR,

I am directed to acknowledge thereceipt of Mr. Chadrasekhara Iyer's letter Pol.No.724 dated the 19th February 1907 forwarding a copy of the orders of the Durbar on the various points raised in the Comptroller's "Review of the Progress of Revenue and Expenditure of Mysore for 1894 - 95 to 1903 - 04.

2. In reply, I am to express the interest with which the Resident has read the papers, and to request that he may be favoured in due course with the final orders of the Durbar on the several questions contained in the Comptroller's Review which have either been referred or reserved for further consideration.

I have the honour to be,

Sir,

Your most obedient servant,

F P Rennie

First Assistant Resident.

N.N.M.